

Offer 401-HHS-004-CHIP

Offer Total: \$ 148,534,363

General Fund Need: \$ 41,589,622

Offer Description:

The Children's Health Insurance Program (CHIP) is authorized under Title XXI of the Social Security Act. Title XXI enables states to provide health and dental care coverage to uninsured, targeted low-income children. Targeted low-income children are those children covered by Medicaid Expansion or a separate program called the Healthy and Well Kids in Iowa (*hawk-i*) program. The Medicaid Expansion component covers children ages 6 to 19 years of age whose countable family income is between 100 percent and 133 percent of the federal poverty level (FPL) and infants between 185 percent and 300 percent of the FPL. The *hawk-i* program provides health and dental care coverage to children under the age of 19, whose countable family income is between 133 percent and 300 percent of the FPL, and who are not eligible for Medicaid and are not covered under a group health plan or other insurance.

The *hawk-i* program also provides a Dental-only plan to children under the age of 19 whose countable family income is between 133 percent and 300 percent of the FPL and who are not eligible for Medicaid. Children who are covered under an individual or group health or dental plan eligible for the *hawk-i* Dental-only plan.

SFY 2012 Enacted Budget (Status Quo Funding)

CHIP/ <i>hawk-I</i> - SFY 2013 Appropriation	\$	16,403,051
CHIP/ <i>hawk-I</i> - SFY 2012 Differential	\$	16,403,051
Total State Dollars Appropriated:	\$	32,806,102

At the SFY12 funding level:

This level of funding assumes growth in Medicaid expansion enrollment of 396 children from the SFY 2012 year-end of 16,577 to a SFY 2013 year-end of 16,973. The cost of this growth is \$131,009 of the status quo dollars. Remaining status quo funds are insufficient to maintain the SFY 2012 ending enrollment of 37,039 children receiving full *hawk-i* coverage. This amount of funding will only maintain 5,836 children in *hawk-i*. Also, this level of funding cannot support any of the 5,233 children receiving Dental-only coverage at the end of SFY 2012.

At 100 percent of the SFY 2012 appropriated level of funding, the program can fund an additional 22,789 children in the *hawk-i* program, for a total of 28,625 children. This is 8,414 children less than the projected SFY 2012 year-end enrollment of 37,039. This level of funding cannot support any of the 5,233 children receiving Dental-only coverage at the end of SFY 2012.

Funding Needed to Maintain the Current Service Level

Decision Package	Decision Package Description	Amount
1	N22-4-CS1 : To maintain the <i>hawk-i</i> program serving children from 133 - 300 percent of FPL at the SFY 2012 ending enrollment of 37,039 children. No additional children can be added at this level of funding. The 2009 Iowa Legislature gave the Department authority under SF 389 to expand coverage under the <i>hawk-i</i> program to children that are insured but do not have dental coverage beginning SFY 2010. This package would also maintain Dental-only coverage at the SFY 2012 ending enrollment of 5,233 children.	\$ 6,470,990

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N22-4-CS2: Allow growth in the *hawk-i* program serving children from 133 to 300 percent of FPL. Allow growth in SFY 2013 from 37,039 children to a year-end enrollment of 40,891 children (an increase of 3,852 children with growth staggered over 12 months). This package would also allow growth in Dental -only coverage from the SFY 2012 year end enrollment level of 5,233 to a SFY 2013 year-end enrollment level of 6,817 children. (An increase of 1,584 children with growth staggered over 12 months.)

2	Overall enrollment in the CHIP program increased 23% in FY2010 and 18% in FY2011, due largely to the expansion of eligibility to children between 200% and 300% of FPL (effective 7/1/09) and the addition of the dental only program (effective 3/1/10), along with expanded outreach efforts to reach these new eligibility groups. The last nine months have showed a slowing of this growth (to 12%) as more of the children eligible for these expanded groups are already enrolled. It is projected that overall enrollment will continue to increase in FY2012 (11% overall growth) and FY2013 (10% overall growth), but not at the pace it has in the past two years.	\$	1,569,858
3	Federal Medical Assistance Percentages change from 72.5 percent to 72 percent.	\$	742,672

Total Requested for Current Service Level Funding: \$ 8,783,520

General Fund Total	\$41,589,622
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General Fund Change From Prior Year	\$8,783,520
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Total Funding Summary:

State Funding Total	\$41,589,622
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	Program
General Fund	\$ 41,589,622
SLTF	\$ -
Tobacco	\$ -
Iowa Care	\$ -
HCTA	\$ -
Other*	\$ -
Total	\$ 41,589,622

Federal Funding Total	\$106,944,741
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	Program
TANF	\$ -
SSBG	\$ -
ARRA	\$ -
IowaCare	\$ -
HCTA	\$ -
Other**	\$ 106,944,741
Total	\$ 106,944,741

Other Funding Total	
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	Program
Other ***	\$ -

	Program
Totals	\$ 148,534,363

Offer Total

\$148,534,363

FTEs included in offer:

FTEs	-
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